

COMPREHENSIVE ANNUAL FINANCIAL REPORT

TOWNSHIP OF LEROY

INGHAM COUNTY, MICHIGAN

MARCH 31, 2005

AUDITING PROCEDURES REPORT

Issued under P.A. 2 of 1968, as amended. Filing is mandatory.

Local Government Type <input type="checkbox"/> City <input checked="" type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Government Name LERoy	County INGHAM
Audit Date 3-31-05	Opinion Date 8-23-05	Date Accountant Report Submitted to State: 9-19-05	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ yes ☒ no 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ yes ☒ no 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ yes ☒ no 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ yes ☒ no 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ yes ☒ no 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ yes ☒ no 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ yes ☒ no 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ yes ☒ no 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ yes ☒ no 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			<input checked="" type="checkbox"/>
Reports on individual federal financial assistance programs (program audits).			<input checked="" type="checkbox"/>
Single Audit Reports (ASLGU).			<input checked="" type="checkbox"/>

Certified Public Accountant (Firm Name) JAMES M. IRELAND, P.C.			
Street Address 6920 S. CEDAR ST., SUITE #3		City LAUSING	State MI
Accountant Signature James M. Ireland, CPA		ZIP 48911-6924	

TOWNSHIP OF LEROY

TOWNSHIP BOARD

Neil West	-	Supervisor
Wilma J. Whitehead	-	Clerk
Roberta M. Hamlin	-	Treasurer
Gerald E. Alchin	-	Trustee
David D. Hall	-	Trustee

TOWNSHIP OF LEROY
INGHAM COUNTY, MICHIGAN

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JAMES M. IRELAND, P.C.

CERTIFIED PUBLIC ACCOUNTANT
6920 S. CEDAR ST., STE. 3, LANSING, MI 48911-6924
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Independent Auditor's Report

Members of the Township Board
Township of Leroy
Ingham County, Michigan

Board members:

We have audited the accompanying general purpose financial statements of the Township of Leroy as of and for the year ended March 31, 2005, as listed in the table of contents. These general purpose financial statements are the responsibility of the township's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Township of Leroy as of March 31, 2005, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

James M. Ireland, P.C.
Certified Public Accountant

August 23, 2005

TOWNSHIP OF LEROY
STATEMENT OF NET ASSETS

March 31, 2005

	Governmental Activities
<u>Assets</u>	
Cash	
Investments	\$ 403,616
Receivables	192,798
Capital assets:	36,751
Land	
Other capital assets, net of depreciation	8,695
	<u>266,244</u>
Total Capital Assets	274,939
Total Assets	908,104
<u>Liabilities</u>	
Accounts payable	<u>-</u>
<u>Net Assets</u>	<u>\$ 908,104</u>
<u>Net Assets</u>	
Invested in capital assets, net of any related debt	\$ 274,939
Unrestricted	<u>633,165</u>
<u>Total Net Assets</u>	<u>\$ 908,104</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY

STATEMENT OF ACTIVITIES

For the Year Ended March 31, 2005

Functions/Programs	Expenses	Program Revenues Charges for Services	Net (Expense) Revenue and Changes in Net Assets Governmental Activities
Primary government:			
Governmental activities:			
General government	\$ 171,715	\$ 30,005	\$ (141,710)
Public safety	29,499	-	(29,499)
Public works	28,710	-	(28,710)
Culture and recreation	8,000	-	(8,000)
Total governmental activities	<u>\$ 237,924</u>	<u>\$ 30,005</u>	<u>\$ (207,919)</u>
General Revenues:			
Taxes:			
Property taxes, levied for general purposes			137,982
State shared revenue			145,430
Unrestricted investment earnings			13,197
Miscellaneous			6,074
Total general revenues			<u>302,683</u>
Change in Net Assets			94,764
Net Assets - April 1, 2004			813,340
Net Assets - March 31, 2005			<u>\$ 908,104</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY
BALANCE SHEET - GOVERNMENTAL FUNDS

Year Ended March 31, 2005

	<u>General</u>
<u>Assets</u>	
Cash	
Investments	\$ 403,616
Receivables, net	192,798
Due from other funds	31,809
	<u>4,942</u>
<u>Total Assets</u>	<u>\$ 633,165</u>
<u>Liabilities</u>	
Accounts payable	\$ -
Fund balance:	
Unreserved	<u>633,165</u>
<u>Total Liabilities and Fund Balance</u>	<u>\$ 633,165</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GENERAL FUND

March 31, 2005

<u>Revenues:</u>	
Taxes	
Licenses and permits	\$ 137,982
State grants	19,264
Charges for services	145,430
Miscellaneous	10,741
	<u>19,076</u>
Total Revenues	\$ 332,493
<u>Expenditures:</u>	
General government	
Public safety	153,994
Public works	29,499
Culture and recreation	28,710
Capital outlay	8,000
	<u>11,082</u>
Total Expenditures	<u>231,285</u>
Excess (Deficiency) of Revenues over Expenditures	101,208
<u>Other Financing Sources (uses)</u>	
Transfer from (to) other funds	
	<u>195</u>
Net change in fund balance	101,403
Fund Balance, April 1	512,167
Adjustment to opening balance	<u>19,595</u>
<u>Fund Balances, March 31</u>	<u>633,165</u>
Net change in fund balances-total governmental funds, above.	\$ 101,403
Amounts reported for governmental activities in the statement of activities (Page 3) are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$11,082) were less than depreciation (\$17,721) in the current period.	
	<u>(6,639)</u>
Change in net assets of governmental activities, Page 3	\$ 94,764
See accompanying notes to financial statements.	

TOWNSHIP OF LEROY

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS

March 31, 2005

	Cemetery Trust Fund	Agency Funds	3/31/05
<u>Assets</u>			
Cash	\$ 8,799	\$ 4,942	\$ 13,741
Investments	10,160	-	10,160
Interest receivable	31	-	31
<u>Total Assets</u>	<u>\$ 18,990</u>	<u>\$ 4,942</u>	<u>\$ 23,932</u>
<u>Liabilities</u>			
Due to general fund	\$ -	\$ 4,942	\$ 4,942
Due to other governmental units	-	-	-
<u>Total Liabilities</u>	<u>\$ -</u>	<u>\$ 4,942</u>	<u>\$ 4,942</u>
<u>Net Assets</u>	<u>\$ 18,990</u>	<u>\$ -</u>	<u>\$ 18,990</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY

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STATEMENTS OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS

Years Ended March 31, 2005

	<u>3/31/05</u>
<u>Operating Revenues</u>	
Interest and dividends	
Perpetual care - lot sales	\$ 355
	<u>-</u>
Total Operating Revenues	355
<u>Other Uses</u>	
Transfer to general fund	
	<u>195</u>
Change in net assets	160
Net Assets, April 1	<u>18,830</u>
<u>Net Assets, March 31</u>	<u>\$ 18,990</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

In accordance with generally accepted accounting principles and Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity", these financial statements present the Township of Leroy and its component units. The criteria established by the GASB for determining the reporting entity includes oversight responsibility, fiscal dependency, and whether the financial statements would be misleading if data were not included.

Basis of Presentation

The accounts of the government are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

The financial activities of the Township of Leroy are recorded in separate funds and account groups, categorized as follows:

GOVERNMENTAL FUNDS

General Fund

This fund is used to account for all financial resources except those provided for in another fund. Revenues are primarily derived from property taxes, State and Federal aid, and charges for services to provide for the administration and operation of: (1) general governmental departments, boards and commissions; (2) law enforcement; and (3) health, welfare and medical assistance. The fund includes the general operating expenditures of the local unit.

Special Revenue Funds

These funds are used to account for specific revenue (other than expendable trusts or major capital projects) derived from State and Federal grants, General Fund appropriations and charges for services which are to be expended for specific purposes as dictated by legal, regulatory or administrative requirements.

Debt Service Funds

These funds are used to record revenues which are restricted for the payment of principal and interest on debt.

TOWNSHIP OF LEROY
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

GOVERNMENTAL FUNDS (Continued)

Capital Projects Funds

These funds are used to account for the acquisitions or construction of major facilities other than those financed by proprietary funds operations.

FIDUCIARY FUNDS

Trust and Agency Funds

These funds account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include: (a) Expendable Trust Funds; (b) Nonexpendable Trust Funds (c) Pension Trust Fund; and (d) Agency Funds.

CASH, CASH EQUIVALENTS, AND INVESTMENTS

For purposes of the statement of cash flows, demand deposits and short-term investments with a maturity date of three months or less when acquired are considered to be cash equivalents.

Investments are stated at cost.

BASIS OF ACCOUNTING

The modified accrual basis of accounting is used by all Governmental Funds, Agency Funds and Expendable Trust Funds. Revenue and other sources are recognized in the accounting period in which they become susceptible to accrual—that is when they become both measurable and available to finance expenditures of the fiscal period. Expenditures are recognized when the related liability is incurred. Modifications from the accrual basis are as follows:

- a. Property tax revenue is recognized in accordance with MCGAA Statement 3:

Properties are assessed and liened as of December 31 and their related property taxes are billed on December 1 of the following year. These taxes are due on February 14 with the final collection date of February 28 before they are added to the county delinquent tax rolls.

- b. Payments for inventoriable types of supplies are recorded as expenditures at the time of purchase.
- c. Normally, expenditures are not divided between years by the recording of prepaid expenses.

Budgets and Budgetary Accounting:

The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

TOWNSHIP OF LEROY
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

BASIS OF ACCOUNTING (Continued)

Budgets and Budgetary Accounting: (Continued)

1. Prior to December 1, the Supervisor submits to the Board a proposed operating budget for the fiscal year commencing the following April 1. The operating budget includes proposed expenditures and the means of financing them. The budgets are adopted to the activity level.
2. Public hearings are conducted at the Township hall to obtain taxpayer comments.
3. Prior to February 1, the budget is legally enacted through passage of a resolution.
4. Budgets for the governmental fund types and the expendable trust funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
5. Budgeted amounts are as originally adopted, or as amended by the Township Board.

Comparative Data:

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Township's financial position and operations.

Investments:

Investments are stated at cost.

Property Tax and Delinquent Taxes Receivable

Taxes are levied for the Township on December 1. The Township bills and collects its own property taxes. Property taxes not paid to the Township treasurer by the final due date in March are turned over to the County treasurer. The County purchases the delinquent taxes of the Township and normally remits the taxes to the Township the following year. The taxes paid by the county are included as revenue on the Township's books at the preceding March 31 date.

The 2004 Taxable valuation of the Township totaled \$101,799,594 on which ad valorem taxes levied consisted of 0.8133 mills for operating purposes. These amounts are recognized in the general fund.

Delinquent Taxes Receivable

	<u>Taxes</u>	<u>PTAF</u>	<u>Total</u>
2004 Tax Levy	\$76,541	\$46,231	\$122,772
2004 Taxes Collected	<u>70,522</u>	<u>42,551</u>	<u>113,073</u>

TOWNSHIP OF LEROY
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

Delinquent Taxes Receivable (Continued)

	<u>Taxes</u>	<u>PTAF</u>	<u>Total</u>
2004 Taxes Uncollected	6,019	3,680	9,699
Delinquent Taxes Receivable, April 1	4,919	4,120	9,039
Delinquent Taxes Collected	<u>4,919</u>	<u>4,120</u>	<u>9,039</u>
Delinquent Taxes Receivable, March 31	<u>\$ 6,019</u>	<u>\$ 3,680</u>	<u>\$ 9,699</u>
<u>Summary by Year of Levy, 2004</u>	<u>\$ 6,019</u>	<u>\$ 3,680</u>	<u>\$ 9,699</u>

Total Columns on Combined Statements - Overview:

Total columns on the Combined Statements - Overview are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

BALANCE SHEET--CASH AND INVESTMENTS

Deposits are carried at cost. Deposits are in two financial institutions in the name of Leroy Township Treasurer. Michigan Compiled Laws, Section 129.91, authorizes the Township to deposit and invest in the accounts of Federally insured banks, credit unions, and savings and loan associations. Investments can also be made in bonds, securities and other obligations of the United States, or an agency or instrumentality of the United States, which are guaranteed as to principal and interest by the United States, including securities issued by the Government National Mortgage Association; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated within the three highest classifications by not less than two standard rating services which mature not more than 270 days after the date of purchase and which involve no more than 50 percent of any one fund. Michigan law prohibits security in the form of collateral, surety bonds, or other forms for the deposit of public money. Attorney General's Opinion No. 6168 states that public funds may not be deposited in financial institutions located in states other than Michigan. The Township's deposits are in accordance with statutory authority.

The Governmental Accounting Standards Board (GASB) Statement No. 3 risk disclosure for deposits at year end are as follows:

<u>Deposits</u>	
Insured (FDIC)	\$128,790
Uninsured	<u>299,169</u>
Total Deposits	<u>\$427,959</u>

TOWNSHIP OF LEROY
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

BALANCE SHEET--CASH AND INVESTMENTS (Continued)

At year end, the balance sheet carrying amount of deposits was \$427,959.

In accordance with GASB Statement 3, investments are classified into three categories of credit risk as follows:

Category 1: Insured or collateralized with securities held by the Township or its agent in the Township's name.

Category 2: Collateralized with securities held by the pledging financial institution's trust department or agent in the Township's name.

Category 3: Uncollateralized (includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the Township's name).

<u>Investment Type</u>	(1)	(2)	(3)	<u>Carrying Amount</u>	<u>Market Value</u>
Risk-Categorized					
Cash Equivalents	192,958	\$ -	\$ -	\$192,958	\$192,958

The annual operating budget has generally been prepared in accordance with generally accepted accounting principles, with the following exceptions:

Operating budgets for the following special revenue funds have not been prepared:

Street Lighting Fund

TOWNSHIP OF LEROY
MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2005

New Financial Reporting

Starting with fiscal year 2004-2005 the Township of Leroy, Michigan (the "Township") has revised and improved its financial reporting document. These changes are a result of standards set by the Governmental Accounting Standards Board (GASB). The intent of these new standards is to provide citizens, taxpayers, customers, and investors with a better understanding of how the Township's money and other assets are managed.

The new standards set by GASB are intended to give the reader of this annual financial report a better understanding of the financial status of the Township. The new standards introduce accounting rules and systems that are common in the private sector. This report presents a much broader picture of the Township's financial status. Through this comprehensive reporting of assets and liabilities, the reader should have a greater understanding of the Township's financial health.

The discussion and analysis of the Township's financial performance provides an overview of the Township's financial activities for the fiscal year ended March 31, 2005. Please read it in conjunction with the Township's financial statements.

Financial Highlights

As discussed in further detail in this discussion and analysis, the following represents the most significant financial highlights for the year ended March 31, 2005:

Property tax revenues increased approximately \$17,380 from the prior year. The increase is the net result of increasing valuations in the Township.

Total fund balances related to the Township's governmental funds increased by \$120,998.

Using this Annual Report

This annual report consists of a series of financial statements. The statement of new assets and the statement of activities provide information about the activities of the Township of Leroy as a whole and present a longer-term view of the Township's finances. This longer-term view uses the accrual basis of accounting so that it can measure the cost of providing government services.

The fund financial statements present a short-term view; they tell us how the taxpayers' resources were spent during the year, as well as how much is available for future spending. Fund financial statements also report the operations of the Township of Leroy in more detail than the government-wide financial statements by providing information about the Township's most significant funds. The fiduciary fund statements provide financial information about activities for which the Township of Leroy acts solely as a trustee or agent for the benefit of those outside the government.

The following table shows the changes in net assets during the current year. Future reports will provide comparative data for the statement of activities. Comparative data is not required during the first year of reporting under requirements of GASB Statement No. 34.

TOWNSHIP OF LEROY
MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2005

Using this Annual Report (Continued)

Revenue

Program revenue:	
Charges for services	\$ 30,005
General revenue:	
Property taxes	137,982
State shared revenue	145,430
Investment earnings	13,197
Other revenue	<u>6,074</u>
Total revenue	332,688

Program Expenses

General government	153,994
Public safety	29,499
Public works	28,710
Culture and recreation	8,000
Capital outlay	<u>11,082</u>
Total program expenses	<u>231,285</u>

Change in Net Assets	<u>\$101,403</u>
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Governmental Activities

The Township's governmental revenues totaled \$332,688 with the greatest revenue source being state revenue sharing. Property taxes make up approximately 41.5% percent of total governmental revenue. Over the past few years, state shared revenue and interest income have both declined.

The Township incurred expenses of \$231,285 during the year.

General Fund Budgetary Highlights

Over the course of the fiscal year, the Township board made necessary budget adjustments to fund unanticipated expenditures during the year. Most departments came in under budget at year end, an overall favorable variance approximately \$89,600 from budget.

Current Economic Factors

Revenue sharing is the most significant budgetary concern at this time. The State of Michigan is experiencing significant budget problems, and as they look for solutions, revenue sharing continues to be under attack.

TOWNSHIP OF LEROY
MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2005

Contacting the Township's Management

This financial report is intended to provide our citizens, taxpayers, customers, and investors with a general overview of the Township's finances and demonstrate the Township's accountability for the money it receives. If you have questions about this report or need additional information, we welcome you to contact the Township Board.

**TOWNSHIP OF LEROY
GENERAL FUND**

BALANCE SHEET

March 31, 2005 and 2004

	<u>3/31/05</u>	<u>3/31/04</u>
<u>Assets</u>		
Cash in bank - checking	\$ 4,448.29	\$ 6,261.60
Cash in bank - savings	399,168.37	305,421.72
Investments	192,797.78	190,701.68
Delinquent taxes receivable	9,699.74	9,038.56
Accounts receivable	22,109.00	-
Due from other funds	4,942.18	743.98
<u>Total Assets</u>	<u>\$ 633,165.36</u>	<u>\$ 512,167.54</u>
<u>Fund Balance</u>		
Reserved for building	\$ 460,663.20	\$ 360,663.20
Unreserved	172,502.16	151,504.44
<u>Total Fund Balance</u>	<u>\$ 633,165.36</u>	<u>\$ 512,167.64</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY
GENERAL FUND

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Revenues</u>				
Taxes:				
Current property taxes		\$ 76,540.66		\$ 68,641.68
Trailer park fees		962.50		909.00
P.A. 425 Taxes		13,908.85		7,762.75
Penalties and interest		309.07		23.03
Property tax administration fees		<u>46,261.39</u>		<u>43,265.84</u>
Total Taxes	\$ 114,900.00	137,982.47	\$ 23,082.47	120,602.30
Licenses and permits:				
Building permits		13,864.19		13,614.75
CATV franchise fee		2,619.59		2,364.31
Miscellaneous fees		<u>2,780.43</u>		<u>-</u>
Total Licenses and Permits	12,000.00	19,264.21	7,264.21	15,979.06
State grants:				
State shared revenue	148,000.00	145,430.00	(2,570.00)	148,666.00
Charges for services rendered:				
Collection fees		3,982.50		4,220.00
Zoning fees		4,148.75		10,370.31
Grave openings		2,000.00		1,200.00
Storage fees		<u>10.00</u>		<u>50.00</u>
Total Charges for Services Rendered	<u>6,000.00</u>	<u>10,141.25</u>	<u>4,141.25</u>	<u>15,840.31</u>
<u>Forward</u>	\$ 280,900.00	\$ 312,817.93	\$ 31,917.93	\$ 301,087.67

TOWNSHIP OF LEROY
GENERAL FUND

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance Favorable (Unfavorable)	12/31/04 Actual
	Budget	Actual		
<u>Forwarded</u>	\$ 280,900.00	\$ 312,817.93	\$ 31,917.93	\$ 301,087.67
<u>Revenues</u> (cont'd)				
Charges for services - sales:				
Cemetery lots		600.00		1,200.00
Cemetery foundations		-		149.60
Total Charge for Services - Sales	1,200.00	600.00	(600.00)	1,349.60
Miscellaneous:				
Interest earned		13,002.08		11,709.28
Election reimbursement		-		863.16
Other income		6,073.31		6,092.17
Total Miscellaneous	25,000.00	19,075.39	(5,924.61)	18,664.61
Total Revenues	307,100.00	332,493.32	25,393.32	321,101.88
<u>Expenditures</u>				
Township board:				
Salaries		3,100.00		4,600.00
Membership and dues		1,811.83		1,882.58
Miscellaneous		761.83		522.90
Total Township Board	7,000.00	5,673.66	1,326.34	7,005.48
Supervisor:				
Salaries		18,500.00		18,500.00
Transportation		-		-
Miscellaneous		433.35		669.00
Total Supervisor	19,100.00	18,933.35	166.65	19,169.00
<u>Forward</u>	\$ 26,100.00	\$ 24,607.01	\$ 1,492.99	\$ 26,174.48

TOWNSHIP OF LEROY
GENERAL FUND

**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

Year Ended March 31, 2005
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance Favorable (Unfavorable)	3/31/04 Actual
	Budget	Actual		
<u>Forwarded</u>	\$ 26,100.00	\$ 24,607.01	\$ 1,492.99	\$ 26,174.48
<u>Expenditures (cont'd)</u>				
Elections:				
Salaries		2,837.50		942.00
Contracted services		-		-
Miscellaneous		1,157.47		241.01
Total Elections	12,500.00	3,994.97	8,505.03	1,183.01
Assessor:				
Salaries		16,000.00		15,999.84
Software and support		1,094.40		983.80
Total Assessor	17,200.00	17,094.40	105.60	16,983.64
Attorney:				
Professional services	10,000.00	9,666.81	333.19	3,586.46
Clerk:				
Salaries		18,200.00		18,200.00
Office supplies and postage		4,027.13		4,333.97
Transportation		195.12		45.45
Printing and publishing		1,085.67		1,859.43
Miscellaneous		820.05		175.00
Total Clerk	24,800.00	24,327.97	472.03	24,613.85
Audit:				
Professional services	2,650.00	2,650.00	-	2,600.00
<u>Forward</u>	\$ 93,250.00	\$ 82,341.16	\$ 10,908.84	\$ 75,141.44

TOWNSHIP OF LEROY
GENERAL FUND

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Forwarded</u>	\$ 93,250.00	\$ 82,341.16	\$ 10,908.84	\$ 75,141.44
<u>Expenditures (cont'd)</u>				
Board of review:				
Salaries		480.00		410.00
Miscellaneous		97.05		80.43
Total Board of Review	600.00	577.05	22.95	490.43
Treasurer:				
Salaries		18,200.00		18,497.50
Tax expenses		-		210.73
Transportation		101.16		42.00
Miscellaneous		839.07		1,414.88
Total Treasurer	20,800.00	19,140.23	1,659.77	20,165.11
Township office:				
Salaries		6,680.88		7,818.50
Office supplies		3,519.53		1,698.66
Janitor services		3,600.00		3,550.00
Grounds maintenance		3,148.50		4,038.50
Computer services		-		668.76
Insurance		13,802.00		12,528.00
Utilities		5,431.91		5,418.57
Repairs and maintenance		-		8,532.56
Miscellaneous		3,814.54		1,435.20
Total Township Office	88,821.26	39,997.36	48,823.90	45,688.75
<u>Forward</u>	\$ 203,471.26	\$ 142,055.80	\$ 61,415.46	\$ 141,485.73

TOWNSHIP OF LEROY
GENERAL FUND

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Forwarded</u>	\$ 203,471.26	\$ 142,055.80	\$ 61,415.46	\$ 141,485.73
<u>Expenditures (cont'd)</u>				
Cemetery:				
Salaries		3,866.00		3,585.00
Supplies		830.31		1,206.62
Contracted services		2,100.00		800.00
Miscellaneous		1,250.48		1,268.06
Total Cemetery	13,628.99	8,046.79	5,582.20	6,859.68
Fire:				
Hazmat dues		500.00		500.00
Utilities		3,171.84		3,032.61
Total Fire	3,500.00	3,671.84	(171.84)	3,532.61
Building inspection:				
Salaries		12,366.25		7,935.00
Miscellaneous		1,041.97		-
Total Building Inspection	13,408.22	13,408.22	-	7,935.00
Planning commission:				
Salaries		2,630.00		2,790.00
Contracted services		9,189.20		10,937.03
Total Planning Commission	18,000.00	11,819.20	6,180.80	13,727.03
<u>Forward</u>	\$ 252,008.47	\$ 179,001.85	\$ 73,006.62	\$ 173,540.05

TOWNSHIP OF LEROY
GENERAL FUND

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Forwarded</u>	\$ 252,008.47	\$ 179,001.85	\$ 73,006.62	\$ 173,540.05
<u>Expenditures (cont'd)</u>				
Board of Appeals:				
Salaries	900.00	600.00	300.00	690.00
Drain at large:				
County drain tax	15,000.00	8,900.91	6,099.09	20,904.65
Engineer:				
Contracted services	1,000.00	-	1,000.00	-
Highways and streets:				
Contracted services		19,545.42		20,571.17
Street lights		263.76		263.64
Total Highways and Streets	27,476.76	19,809.18	7,667.58	20,834.81
Sanitation:				
Recycling services	2,000.00	-	2,000.00	-
Recreation:				
Contribution	3,000.00	3,000.00	-	-
Library:				
Rental	6,000.00	5,000.00	1,000.00	5,000.00
Employee fringe benefits:				
Social security and medicare	4,000.00	3,891.28	108.72	3,675.70
<u>Forward</u>	\$ 311,385.23	\$ 220,203.22	\$ 91,182.01	\$ 224,645.21

TOWNSHIP OF LEROY
GENERAL FUND

**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL**

Year Ended March 31, 2005
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Forwarded</u>	\$ 311,385.23	\$ 220,203.22	\$ 91,182.01	\$ 224,645.21
<u>Expenditures (cont'd)</u>				
Capital outlay:				
Townhall equipment		-		1,810.45
Cemetery		11,082.20		-
Total Capital Outlay	9,500.00	11,082.20	(1,582.20)	1,810.45
Contingencies:				
Miscellaneous		-	-	-
Total Expenditures	320,885.23	231,285.42	89,599.81	226,455.66
Excess (Deficiency) of Revenues over Expenditures	(13,785.23)	101,207.90	114,993.13	94,646.22
<u>Other Sources (Uses)</u>				
Transfer from cemetery perpetual care fund	-	194.82	194.82	545.91
Transfer to building fund	-	-	-	-
Total Other Sources (Uses)	-	194.82	194.82	545.91
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	(13,785.23)	101,402.72	115,187.95	95,192.13
Fund Balance, April 1	512,167.64	512,167.64	-	416,975.51
Adjustment to Beginning Balance	-	19,595.00	19,595.00	-
<u>Fund Balance, March 31</u>	<u>\$ 498,382.41</u>	<u>\$ 633,165.36</u>	<u>\$ 134,782.95</u>	<u>\$ 512,167.64</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY
STREET LIGHTING FUND

BALANCE SHEET

March 31, 2005 and 2004

	<u>3/31/05</u>	<u>3/31/04</u>
<u>Assets</u>		
Cash in bank	\$ 600.49	\$ 629.95
Delinquent assessments receivable	<u>-</u>	<u>10.48</u>
<u>Total Assets</u>	<u>\$ 600.49</u>	<u>\$ 640.43</u>
<u>Fund Balance</u>		
Reserved	<u>\$ 600.49</u>	<u>\$ 640.43</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY
STREET LIGHTING FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE

Year Ended March 31, 2005
 With comparative Totals for Year Ended March 31, 2004

	<u>3/31/05</u> Actual	<u>3/31/04</u> Actual
<u>Revenues</u>		
Special assessments	\$ 592.33	\$ 562.80
Reimbursed for lot lights	<u>263.76</u>	<u>263.64</u>
Total Revenues	856.09	826.44
<u>Expenditures</u>		
Street lighting utilities	<u>896.03</u>	<u>828.01</u>
Excess (Deficiency) of Revenues over Expenditures	(39.94)	(1.57)
Fund Balance, April 1	<u>640.43</u>	<u>642.00</u>
<u>Fund Balance, March 31</u>	<u><u>\$ 600.49</u></u>	<u><u>\$ 640.43</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY
FIDUCIARY FUNDS

COMBINING BALANCE SHEET

March 31, 2005
With Comparative Totals for March 31, 2004

	Trust Fund Cemetery Perpetual Care	Agency Funds	Totals	
			3/31/05	3/31/04
<u>Assets</u>				
Cash	\$ 8,799.36	\$ 4,942.18	\$ 13,741.54	\$ 9,383.36
Investments	10,160.00	-	10,160.00	10,160.00
Interest receivable	31.00	-	31.00	214.00
<u>Total Assets</u>	<u>\$ 18,990.36</u>	<u>\$ 4,942.18</u>	<u>\$ 23,932.54</u>	<u>\$ 19,757.36</u>
<u>Liabilities</u>				
Due to other governmental units	\$ -	\$ -	\$ -	\$ -
Due to general fund	-	4,942.18	4,942.18	743.98
Total Liabilities	-	4,942.18	4,942.18	743.98
<u>Fund Balances</u>				
Nonexpendable	16,095.00	-	16,095.00	15,845.00
Expendable	2,895.36	-	2,895.36	3,168.38
Total Fund Balances	18,990.36	-	18,990.36	19,013.38
<u>Total Liabilities and Fund Balances</u>	<u>\$ 18,990.36</u>	<u>\$ 4,942.18</u>	<u>\$ 23,932.54</u>	<u>\$ 19,757.36</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY
CEMETERY PERPETUAL CARE FUND

BALANCE SHEET

March 31, 2005 and 2004

	<u>3/31/05</u>	<u>3/31/04</u>
<u>Assets</u>		
Cash in bank - savings	\$ 8,799.36	\$ 8,639.38
Certificates of deposit	10,000.00	10,000.00
Investments (at cost)	160.00	160.00
Interest receivable	31.00	214.00
<u>Total Assets</u>	<u>\$ 18,990.36</u>	<u>\$ 19,013.38</u>
<u>Fund Balance</u>		
Nonexpendable	\$ 16,095.00	\$ 15,845.00
Expendable	2,895.36	3,168.68
<u>Total Fund Balance</u>	<u>\$ 18,990.36</u>	<u>\$ 19,013.68</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY
CEMETERY PERPETUAL CARE FUND

**STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE**

Years Ended March 31, 2005 and 2004

	<u>3/31/05</u>	<u>3/31/04</u>
<u>Revenue</u>		
Perpetual care deposits	\$ 250.00	\$ 600.00
Interest and dividends earned	<u>104.80</u>	<u>568.44</u>
Total Revenues	354.80	1,168.44
<u>Other Uses</u>		
Transfers to general fund	<u>194.82</u>	<u>545.91</u>
Excess (Deficiency) of Revenues over Other Uses	159.98	622.53
Fund Balance, April 1	19,013.38	18,390.85
Adjustment to Beginning Balance	<u>(183.00)</u>	<u>-</u>
<u>Fund Balance, March 31</u>	<u>\$ 18,990.36</u>	<u>\$ 19,013.38</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY

CEMETERY PERPETUAL CARE FUND

STATEMENT OF CASH FLOWS

Years Ended March 31, 2005 and 2004

	<u>3/31/05</u>	<u>3/31/04</u>
<u>Operating Activities</u>		
Excess (Deficiency) of revenues over other uses	\$ 159.98	\$ 622.53
Adjustments to reconcile net income to cash provided by operating activities:		
Changes in receivables and payables:		
Interest receivable	(183.00)	-
Net Cash Provided by (Used In) Operating Activities	(23.02)	622.53
<u>Investing Activities</u>	-	-
<u>Financing Activities</u>		
Adjustment to opening to fund balance	183.00	-
Net Increase (Decrease) in Cash	159.98	622.53
Cash at Beginning of Year	8,639.38	8,016.85
<u>Cash at End of Year</u>	<u>\$ 8,799.36</u>	<u>\$ 8,639.38</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY

COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - AGENCY FUNDS

Year Ended March 31, 2005

	Balance 4/1/04	Additions	Deductions	Balance 3/31/05
Current Tax Collection Fund				
Assets:				
Cash	\$ 743.98	\$4,691,630.54	\$ 4,687,440.86	\$ 4,933.66
Liabilities:				
Due to county	\$ -	\$1,219,952.93	\$ 1,219,952.93	\$ -
Due to schools	-	2,251,954.66	2,251,954.66	-
Due to state	-	714,207.66	714,207.66	-
Due to village's DDA	-	248,926.82	248,926.82	-
Due to general fund	743.98	128,134.02	123,944.34	4,933.66
Due to street light fund	-	592.16	592.16	-
Due to emergency services	-	104,399.07	104,399.07	-
Due to other	-	23,463.22	23,463.22	-
Total Liabilities	\$ 743.98	\$4,691,630.54	\$ 4,687,440.86	\$ 4,933.66
Trust and Agency Fund				
Assets:				
Cash	\$ -	\$ 18,593.08	\$ 18,584.56	\$ 8.52
Liabilities:				
Due to county	\$ -	\$ 962.50	\$ 962.50	\$ -
Due to general fund	-	971.02	962.50	8.52
Due to state	-	3,850.00	3,850.00	-
Due to federal	-	8,201.56	8,201.56	-
Due to insurance carrier	-	4,608.00	4,608.00	-
Total Liabilities	\$ -	\$ 18,593.08	\$ 18,584.56	\$ 8.52
Total Agency Funds				
Assets:				
Cash	\$ 743.98	\$4,710,223.62	\$ 4,706,025.42	\$ 4,942.18
Liabilities:				
Due to county	\$ -	\$1,220,915.43	\$ 1,220,915.43	\$ -
Due to schools	-	2,251,954.66	2,251,954.66	-
Due to state	-	718,057.66	718,057.66	-
Due to federal	-	8,201.56	8,201.56	-
Due to village's DDA	-	248,926.82	248,926.82	-
Due to general fund	743.98	129,105.04	124,906.84	4,942.18
Due to street light fund	-	592.16	592.16	-
Due to others	-	132,470.29	132,470.29	-
Total Liabilities	\$ 743.98	\$4,710,223.62	\$ 4,706,025.42	\$ 4,942.18

See accompanying notes to financial statements.

TOWNSHIP OF LEROY
CURRENT TAX COLLECTION FUND

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

Year Ended March 31, 2005

<u>Balance, April 1</u>		\$ 743.98
<u>Receipts</u>		
Current property taxes and fees	\$ 4,663,563.92	
Interest earned on savings	2,405.15	
Delinquent taxes and interest	1,327.10	
Interest on summer taxes	871.15	
Overpaid taxes	<u>23,463.22</u>	
Total Receipts		<u>4,691,630.54</u>
Total Receipts and Balance, April 1		4,692,374.52
<u>Disbursements</u>		
Ingham County	1,219,952.93	
Webberville Schools	1,087,724.66	
Williamston Schools	211,861.02	
Dansville Schools	25,621.92	
Ingham Intermediate Schools	593,463.25	
Lansing Community College	333,283.81	
State of Michigan	714,207.66	
Village of Webberville DDA	248,926.82	
Northeast Ingham Emergency Association	104,399.07	
General Fund	123,944.34	
Street Lighting Fund	592.16	
Refund of Overpaid Taxes	<u>23,463.22</u>	
Total Disbursements		<u>4,687,440.86</u>
<u>Balance, March 31</u>		<u>\$ 4,933.66</u>

See accompanying notes to financial statements.

TOWNSHIP OF LEROY
TRUST AND AGENCY FUND

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

Year Ended March 31, 2005

<u>Balance, April 1</u>		\$ -
<u>Receipts</u>		
Trailer fees	\$ 5,775.00	
Withholding taxes and FICA	8,201.56	
Deferred compensation contributions	4,608.00	
Miscellaneous	8.52	
	<u> </u>	
Total Receipts		<u>18,593.08</u>
Total Receipts and Balance, April 1		18,593.08
<u>Disbursements</u>		
State of Michigan	3,850.00	
Ingham county	962.50	
General fund	962.50	
Federal government	8,201.56	
Insurance carrier - pension	4,608.00	
	<u> </u>	
Total Disbursements		<u>18,584.56</u>
<u>Balance, March 31</u>		<u><u>\$ 8.52</u></u>

See accompanying notes to financial statements.